

CITY OF SMITH CENTER

Smith Center, Kansas

FINANCIAL STATEMENTS AND INDEPENDENT AUDITOR'S REPORT

December 31, 2011

**MAPES & MILLER
Certified Public Accountants
Phillipsburg, Kansas 67661**

CITY OF SMITH CENTER

City Council

December 31, 2011

Trey Joy, Mayor

**Adam Rentschler
Fletcher Bolton
Lynn Zierlein**

**Dave Conaway
Chris Cole**

**Rhonda Hyman
Terri Jones**

**City Clerk
City Treasurer**

**CITY OF SMITH CENTER
Smith Center, Kansas**

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INDEPENDENT AUDITOR'S REPORT

**Mayor and City Council
City of Smith Center, Kansas
Smith Center, KS 66967**

We have audited the summary statement of cash receipts, expenditures, and unencumbered cash balances of the City of Smith Center, Kansas, as of and for the year ended December 31, 2011, which comprises the basic financial statement of the City's primary government, as listed in the table of contents. This financial statement is the responsibility of the City of Smith Center, Kansas' management. Our responsibility is to express an opinion on the financial statement based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the Kansas Municipal Audit Guide. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

The financial statement does not include financial data for the City's legally separate component units. Accounting principles generally accepted in the United States of America require the financial data for those component units to be reported with the financial data of the City's primary government unless the City also issues financial statements for the financial reporting entity that include the financial data for its component units. The City has not issued such reporting entity financial statements. The effect on the financial statement of the omission of the component units, although not reasonably determinable, is presumed to be material.

As described more fully in Note 1, the City of Smith Center, Kansas has prepared this financial statement using accounting practices prescribed by the State of Kansas to demonstrate compliance with the cash basis and budget laws of the State of Kansas, which practices differ from accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between these statutory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Mayor and City Council
City of Smith Center, Kansas
August 9, 2012
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In our opinion, because of the omission of the discretely presented component units, as discussed above, and because of the effects of the matter discussed in the preceding paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City as of December 31, 2011, or the respective changes in financial position for the year then ended.

Also, in our opinion, the financial statement referred to above present fairly, in all material respects, the aggregate cash and unencumbered cash balance of the primary government of the City of Smith Center, Kansas, as of December 31, 2011, and the aggregate cash receipts and expenditures, for the year then ended, on the basis of accounting described in Note 1.

Our audit was conducted for the purpose of forming an opinion on the financial statement. The summary of expenditures – actual and budget, individual fund schedules of cash receipts and expenditures – actual and budget, and schedule of cash receipts and cash disbursements – agency funds (Schedules 1, 2, and 3 as listed in the table of contents) are presented for analysis and are not a required part of the statutory financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statement. The information has been subjected to the auditing procedures applied in the audit of the financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statement taken as a whole.

Respectfully submitted,

Mapes & Miller LLP

Certified Public Accountants

August 9, 2012
Phillipsburg, Kansas

CITY OF SMITH CENTER
Smith Center, Kansas

Statement 1
Page 1 of 2

SUMMARY OF CASH RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
For The Year Ended December 31, 2011

FUND	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Type Funds:							
General Fund							
General Operating Fund	\$ 53,202	\$ -	\$ 846,627	\$ 868,054	\$ 31,775	\$ 29,678	\$ 61,453
Special Revenue Funds							
Industrial Development Fund	25,467	-	8,077	7,000	26,544	-	26,544
Library Fund	2,064	-	52,478	52,042	2,500	2,312	4,812
Recreation Fund	-	-	24,273	24,093	180	-	180
Special Street & Highway Fund	18,645	-	42,408	44,674	16,379	-	16,379
Special Parks & Recreation Fund	14,181	-	6,504	5,579	15,106	-	15,106
Employee Benefit Fund	137,040	-	244,388	222,437	158,991	3,190	162,181
Equipment Reserve Fund	123,532	-	75,000	45,297	153,235	11,159	164,394
Economic Development Fund	117,319	-	136,104	75,322	178,101	364	178,465
Golf Course Donation Fund	4,740	-	8,272	1,850	11,162	-	11,162
Playground Equipment Fund	2,833	-	-	-	2,833	-	2,833
Airport Grant Fund	(288,402)	1,540	301,793	838,467	(823,536) *	818,802	(4,734)
Debt Service Fund							
Bond & Interest Fund	-	-	2,633	2,633	-	-	-
Proprietary Type Funds:							
Enterprise Funds							
Water Fund	66,762	-	373,926	377,915	62,773	8,287	71,060
Water Improvement Fund	190,763	-	58,130	19,176	229,717	17,734	247,451
Airport Fund	10,644	2,959	109,566	120,468	2,701	43,558	46,259
Golf Course Fund	440	-	53,452	52,564	1,328	-	1,328
Waste Disposal Fund	427,419	-	326,908	316,203	438,124	1,310	439,434
Fiduciary Type Funds:							
Private Purpose Trust Funds							
Revolving Loan Grant Fund	164,172	-	29,571	-	193,743	-	193,743
Economic Development Revolving Loan Fund	59,570	-	54,483	74,203	39,850	-	39,850
Total Primary Government (Excluding Agency Funds)	\$ 1,130,391	\$ 4,499	\$ 2,754,593	\$ 3,147,977	\$ 741,506	\$ 936,394	\$ 1,677,900

* See Note 5 (Cash Basis Exception)

The notes to the financial statement are an integral part of this statement.

CITY OF SMITH CENTER
Smith Center, Kansas

Statement 1
Page 2 of 2

SUMMARY OF CASH RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
For The Year Ended December 31, 2011

Composition of Cash

Cash On Hand	\$ 100
People's Bank	
Checking Accounts	20,637
Now Accounts	-
Savings	710,546
Certificates of Deposit	100,000
First National Bank	
Checking Accounts	37,389
Now Accounts	721,333
Certificates of Deposit	<u>100,000</u>
 Total Cash	 1,690,005
 Agency Funds Per Schedule 3	 <u>(12,105)</u>
 Total Primary Government (Excluding Agency Funds)	 <u><u>\$ 1,677,900</u></u>

The notes to the financial statement are an integral part of this statement.

CITY OF SMITH CENTER
Smith Center, Kansas

NOTES TO FINANCIAL STATEMENT
December 31, 2011

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

REPORTING ENTITY

The City of Smith Center, Kansas, the primary government, was incorporated in 1872, and operates as a third-class city in accordance with the laws of the State of Kansas. The City operates under a mayor-council form of government and provides the following services: public safety (police and fire protection), highways and streets, water, sewer, sanitation, health and social services, culture and recreation services, planning and zoning, public improvements, and general administrative services.

Accounting principles generally accepted in the United States of America require government financial statement to include the primary government and its component units. Component units of a governmental entity are legally separate entities for which the primary government is considered to be financially accountable and for which the nature and significance of their relationship with the primary government are such that exclusion would cause the combined financial statements to be misleading or incomplete. The primary government is considered to be financially accountable if it appoints a majority of an organization's governing body and imposes its will on that organization. The primary government may also be financially accountable if an organization is fiscally dependent on the primary government, regardless of the authority of the organization's governing board.

Based on the application of the criteria set forth by the Governmental Accounting Standards Board, management has determined that the Housing Authority, Library, and Recreation Commission are component units of the City. Financial information for the component units have not been reported in the City's financial statements. Accordingly, these financial statements present the activities of the primary government only and are not a complete presentation in accordance with generally accepted accounting principles.

The governing bodies of the following are appointed by the City:

- 1) **Housing Authority.** The City of Smith Center Housing Authority operates the City's housing projects. The housing authority can sue and be sued, and can buy, sell, or lease real property. Bond issuance must be approved by the City.
- 2) **Library.** The City of Smith Center Library Board operates the City's Public Library. Acquisition or disposition of real property by the board must be approved by the City. The City levies taxes for the Library. Bond issuances must be approved by the City.
- 3) **Recreation Commission.** The City of Smith Center Recreation Commission oversees recreation activities. The Recreation Commission operates as a separate governing body, but the City levies the taxes for the Recreation Commission and the Recreation Commission has only the powers granted by statute, K.S.A. 12-1928.

The Housing Authority's audited financial statements and the Library Board and Recreation Commission's unaudited financial statements can be obtained from the City Clerk.

FUND ACCOUNTING

The accounts of the City are organized on the basis of funds. A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations. Funds are classified into three categories: governmental, proprietary, and fiduciary. Within each of these three categories there are one or more fund types. The City uses the following fund types:

Governmental Type Funds

General Fund--The general fund is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds--Special revenue funds are used to account for the proceeds of specific revenue sources (other than for major capital projects) that are legally restricted to expenditures for specified purposes only.

Debt Service Funds--Debt service funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

Proprietary Type Funds

Enterprise Funds--Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the stated intent is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges, or where periodic determination of revenues earned, expenses incurred and/or net income is deemed appropriate for capital maintenance, public policy, management control, accountability or other purposes.

Fiduciary Type Funds

Private Purpose Trust Funds--Private purpose trust funds generally are used to report trust agreements where both the principal and interest benefit individuals, private organizations, and other governments. The income is not being used by the City.

Agency Funds--Agency funds generally are used to account for assets that the government holds on behalf of others as their agent.

BASIS OF ACCOUNTING

Statutory Basis of Accounting--The statutory basis of accounting, as used in the preparation of these statutory basis financial statements, is designed to demonstrate compliance with the cash basis and budget laws of the State of Kansas. Cash receipts are recognized when the cash balance of a fund is increased. Expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods and services, and are usually evidenced by a purchase order or written contract. For an interfund transaction, a cash receipt is recorded in the fund receiving cash from another fund, and an expenditure would be charged in the fund from which the transfer is made.

The City has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the City to use the statutory basis of accounting.

Departure from Accounting Principles Generally Accepted in the United States of America-- The basis of accounting described above results in a financial statement presentation, which shows cash receipts, expenditures, cash and unencumbered cash balances. Balance sheets that would have shown noncash assets such as receivables, inventories, and prepaid expense, liabilities such as deferred revenue and matured principal and interest payable, and reservations of the fund balance are not presented. Under accounting principles generally accepted in the United States of America, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the fiscal year in accordance with generally accepted accounting principles. Capital assets that account for the land, buildings, and equipment owned by the City are not presented in the financial statements. Also, long-term debt such as general obligation bonds, revenue bonds, capital leases, temporary notes, and compensated absences are not presented in the financial statements.

LEAVE POLICIES

Vacation Leave

All full-time employees of the City are entitled to paid vacation. After one full year of employment, employees are entitled to five working days of paid vacation. At the end of two years employment, employees are entitled to ten working days paid vacation. At the end of fifteen years employment, employees are entitled to fifteen working days of paid vacation. Unused vacation days cannot be carried over to the following year unless approved by the City Council. The City Council did not approve any vacation to be carried over to 2011. Therefore, there are no liabilities for vacation leave recorded or estimated as of December 31, 2011.

Sick Leave

After a six month probationary period, employees are given one day sick leave for each month of employment. A total of ninety days sick leave can be accumulated. Part-time employees and temporary employees are not entitled to sick leave unless approved by the City Council. No sick leave exceeding three days will be allowed unless a statement from a doctor certifies that the illness prevented the employee from working. (This is at the discretion of the supervisor). Holiday pay will be paid if an employee is sick on a Holiday. Unused sick leave will not be paid at termination of employment. Therefore, there are no liabilities for sick leave recorded or estimated at December 31, 2011.

Compensatory Time Off

Any employee called out for an emergency, such as snow removal, water main breaks, or sewer main problems will be given compensation at 1½ times their regular pay rate for compensatory time off. The hourly wage is computed by dividing the monthly salary by 174 hours. Unused compensatory time will be paid at termination of employment. The cost of

accumulated compensatory time off as of December 31, 2011 is shown on Note 12, and will be recorded as an expenditure at the time the compensatory time off is utilized as normal personal service procedures.

REIMBURSEMENTS

Reimbursements are defined as repayments of amounts remitted on behalf of another party. All reimbursements shown in the financial statements meet the following criteria: 1) the related disbursement was made in the current year on behalf of the payee, 2) the item paid for was directly identifiable as having been used by or provided to the payee, and 3) the amount of the reimbursement was directly tied to the amount of the original cash disbursement.

2. BUDGETARY INFORMATION

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special revenue funds (unless specifically exempted by statute), debt service funds, and enterprise funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no budget amendments for the year ended December 31, 2011.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the statutory basis of accounting, in which, revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the City for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

A legal operating budget is not required for capital project funds, fiduciary funds, permanent funds, and the following:

Special Revenue Funds
 Golf Course Donation Fund
 Playground Equipment Fund
 Airport Grant Fund
Enterprise Funds
 Water Improvement Fund

Spending in funds which are not subject to the legal annual operating budget requirements is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

3. PROPERTY TAXES

Property taxes are levied November 1st of the calendar year. A lien is placed on the property when the taxes are levied. The taxes are due ½ on December 20th and ½ the following May 10th. Any taxes unpaid at the due dates are considered delinquent. Collection of the current year property tax by the County Treasurer is not completed, apportioned nor distributed to the various subdivisions until the succeeding year: such procedure being in conformity with governing state statutes. Consequently, current year property taxes receivable are not available as a resource that can be used to finance the current year operation of the City and therefore are not susceptible to accrual.

It is not practical to apportion delinquent taxes held by the County Treasurer at the end of the audit period and, further, the amounts thereof are not material to the financial statements taken as a whole.

4. COMPLIANCE WITH KANSAS STATUTES

- A. K.S.A. 9-1402 requires deposits in public funds at statutorily authorized financial institutions be secured at the market value, which is equal to 100% of the total deposits at any given time. The deposits at First National Bank in Smith Center were undersecured during part of the year ending December 31, 2011.
- B. No other statutory violations by the City have been identified.

5. CASH BASIS EXCEPTION

- A. The City received a Federal Aviation Administration (FAA) Grant. The grant document requires the City to expend the monies before they can request reimbursement, which caused the City to have negative unencumbered cash in the Airport Grant Fund at December 31, 2011. K.S.A. 12-1664 provides an exception for a cash basis law violation for the intergovernmental grant funds to expend monies for grant purposes with the expectation of monies to be reimbursed to the City under conditions of the grant award.

6. DEPOSITS AND INVESTMENTS

As of December 31, 2011, the City of Smith Center had no investments other than certificates of deposit, which are considered deposits under GASB Statement No. 3. K.S.A. 9-1401 establishes the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds have a main or branch bank in the county in which the City is located or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The City has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the City's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The City has no investment policy that would further limit its investment choices.

Concentration of Credit Risk

State statutes place no limit on the amount the City may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during the designated "peak periods" when required coverage is 50%. The City's designated "peak periods" are May 1st through June 29th and September 1st through October 30th at The Peoples Bank and January 20th through March 21st and July 20th through May 18th at First National Bank. The deposits at First National Bank in Smith Center, Kansas were not legally secured at December 31, 2011.

At December 31, 2011, the City's carrying amount of deposits was \$1,689,905 and the bank balance was \$1,722,298. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance \$590,419 was covered by federal depository insurance, \$1,040,223 was collateralized with securities held by the pledging financial institutions' agents in the City's name, and the remaining \$91,656 was unsecured.

Custodial Credit Risk – Investments

For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

7. INTERFUND TRANSFERS

Operating transfers were as follows:

Transfer From	Transfer To	Statutory Authority	Amount
Water Fund	Water Improvement Fund	K.S.A. 12-825d	58,130
Waste Disposal Fund	Equipment Reserve Fund	K.S.A. 12-825d	75,000
Waste Disposal Fund	General Operating Fund	K.S.A. 12-825d	25,000

Equity transfers were as follows:

Transfer From	Transfer To	Amount
Bond & Interest Fund	General Operating Fund	\$ 2,633

8. DEFINED BENEFIT PENSION PLAN

Plan Description

The City of Smith Center contributes to the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, *et seq.* KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 S. Kansas, Suite 100; Topeka, KS 66603) or by calling 1-888-275-5737.

Funding Policy

K.S.A. 74-4919 establishes the KPERS member-employee contribution rate at 4% of covered salary for active members hired before July 1, 2009. For active members employed on or after July 1, 2009, K.S.A. 74-49,210 establishes the KPERS member-employee contribution rate at 6% of covered salaries. The employer collects and remits member-employee contributions according to the provisions of section 414(h) of the Internal Revenue Code. State law provides that the employer contribution rate be determined annually based on the results of an annual actuarial valuation. KPERS is funded on an actuarial reserve basis. State law sets a limitation on annual increases in the employer contribution rates. The KPERS employer rate established for 2011, which includes pension contributions and Group Death Disability Insurance was 7.74%. The employer contributions to KPERS for the years ending December 31, 2011, 2010, and 2009 and were \$42,241, \$38,038, and \$34,474, (which includes the amount reimbursed from the Housing Authority), respectively, equal to the required contributions for each year as set forth by the legislature.

9. OTHER POST EMPLOYMENT BENEFITS

As provided by K.S.A. 12-5040, the City allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the City is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in these financial statements.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the City makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the City under this program.

10. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets, errors and omissions; injuries to employees; and natural disasters for which the City purchases commercial insurance.

During the year ended December 31, 2011, the City did not reduce insurance coverage from levels in place during the prior year. No settlements have exceeded coverage levels in place during the past three fiscal years.

11. RELATED PARTY TRANSACTIONS

The City of Smith Center includes the Housing Authority employees in its payroll and the Housing Authority reimburses the City. The amount of the reimbursement for the year ended December 31, 2011 was \$70,548.

The City has a note receivable from Simmons Rentschler Mortuary, which is partially owned by Councilmen Rentschler, through the Economic Development Fund. The balance of the note at December 31, 2011 was \$22,012.

12. LONG-TERM DEBT

Changes in long-term liabilities for the City for the year ended December 31, 2011, were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance 1/1/2011	Additions	Reductions/ Payments	Net Change	Balance 12/31/2011	Interest/ Service Fee Paid
Capital Leases										
Fire Truck	1.00%	2008	\$ 144,929	2018	\$ 115,943	\$ -	\$ 14,493	\$ -	\$ 101,450	\$ 1,123
Loader	2.97%	2009	40,000	2012	27,055	-	13,330	-	13,725	804
Patrol Car	2.95%	2010	23,458	2013	23,458	-	7,594	-	15,864	692
Backhoe	2.00%	2010	30,000	2013	30,000	-	9,803	-	20,197	600
JD Tractor	1.97%	2011	4,200	2015	-	4,200	-	-	4,200	-
2-1999 Dump Trucks	1.95%	2011	41,000	2014	-	41,000	-	-	41,000	-
Total Capital Leases			283,587		196,456	45,200	45,220	-	196,436	3,219
KDHE Loan										
Wastewater Project Loan	2.83%	2004	3,304,247		1,467,988	-	68,317	-	1,399,671	41,065
Total Contractual Indebtedness			\$ 3,587,834		1,664,444	45,200	113,537	-	1,596,107	44,284
Compensated Absences										
					-	-	-	3,498	3,498	-
Total Long-Term Debt					\$ 1,664,444	\$ 45,200	\$ 113,537	\$ 3,498	\$ 1,599,605	\$ 44,284

Current maturities of long-term debt and interest for the next five years and in five year increments through maturity are as follows:

Year	Capital Leases		KDHE Loan		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2012	\$ 60,453	\$ 3,146	\$ 70,264	\$ 39,117	\$ 130,717	\$ 42,263
2013	47,445	1,875	72,267	37,115	119,712	38,990
2014	29,485	1,002	74,327	35,055	103,812	36,057
2015	15,574	565	76,445	32,936	92,019	33,501
2016	14,493	398	78,624	30,758	93,117	31,156
2017-2021	28,986	362	428,034	118,872	457,020	119,234
2022-2026	-	-	492,607	54,300	492,607	54,300
2027	-	-	107,103	2,279	107,103	2,279
	<u>\$ 196,436</u>	<u>\$ 7,348</u>	<u>\$ 1,399,671</u>	<u>\$ 350,432</u>	<u>\$ 1,596,107</u>	<u>\$ 357,780</u>

13. ECONOMIC DEVELOPMENT REVOLVING FUND/REVOLVING LOAN GRANT FUND

In connection with the Economic Development Revolving Fund and the Revolving Loan Grant Fund, the City has loaned local businesses monies. Principal and interest received from borrowers is required to be re-loaned to additional eligible borrowers as funds become available.

Business	Interest Rate	Date Issued	Original Amount	Outstanding 1/1/2011	Loaned	Principal Payments	Outstanding 12/31/2011	Interest Received 2011
Restaurant	5%	05/10/04	\$ 48,400	\$ 17,456	\$ -	\$ 5,244	\$ 12,212	\$ 756
Retail	5%	09/01/05	45,000	31,881	-	2,366	29,515	1,634
Restaurant	5%	01/18/07	20,000	4,875	-	3,983	892	166
Retail	5%	04/02/07	70,000	48,711	-	5,188	43,523	2,507
Retail	5%	04/03/07	45,000	28,491	-	3,909	24,582	1,323
Service	5%	07/27/07	59,000	24,592	-	2,580	22,012	1,191
Retail	5%	01/08/09	40,000	31,053	-	3,467	27,586	1,201
Manufacturing/Retail	5%	01/16/09	100,000	77,000	-	7,611	69,389	3,389
Retail	5%	02/13/09	15,000	13,810	-	1,144	12,666	655
Manufacturing/Retail	5%	02/27/09	150,000	107,122	-	17,781	89,341	3,658
Retail	5%	03/18/09	40,000	32,220	-	3,412	28,808	1,257
Retail	5%	09/11/09	8,500	6,094	-	1,000	5,094	311
Retail	5%	12/29/09	10,000	8,785	-	1,180	7,605	36
Retail	0-5%	06/30/10	10,000	9,280	-	1,380	7,900	-
Service	0-5%	11/05/10	20,000	19,576	-	2,546	17,030	-
Housing	0-5%	10/01/11	63,000	-	63,000	1,223	61,777	-
Service	0-5%	06/01/11	11,000	-	11,000	1,150	9,850	-
Totals			<u>\$ 754,900</u>	<u>\$ 460,946</u>	<u>\$ 74,000</u>	<u>\$ 65,164</u>	<u>\$ 469,782</u>	<u>\$ 18,084</u>

CITY OF SMITH CENTER, KANSAS
SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2011

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 1

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
(Budgeted Funds Only)
For the Year Ended December 31, 2011

FUNDS	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
Governmental Type Funds:					
General Fund					
General Operating Fund	\$ 956,484	\$ -	\$ 956,484	\$ 868,054	\$ (88,430)
Special Revenue Funds					
Industrial Development Fund	32,777	-	32,777	7,000	(25,777)
Library Fund	54,038	-	54,038	52,042	(1,996)
Recreation Fund	25,788	-	25,788	24,093	(1,695)
Special Street & Highway Fund	77,118	-	77,118	44,674	(32,444)
Special Parks & Recreation Fund	18,550	-	18,550	5,579	(12,971)
Employee Benefit Fund	335,500	-	335,500	222,437	(113,063)
Equipment Reserve Fund	239,132	-	239,132	45,297	(193,835)
Economic Development Fund	174,732	-	174,732	75,322	(99,410)
Debt Service Funds					
Bond & Interest Fund	13,350	-	13,350	2,633	(10,717)
Proprietary Type Funds:					
Enterprise Funds					
Water Fund	406,346	-	406,346	377,915	(28,431)
Airport Fund	140,264	-	140,264	120,468	(19,796)
Golf Course Fund	63,952	-	63,952	52,564	(11,388)
Waste Disposal Fund	593,113	-	593,113	316,203	(276,910)

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-1
Page 1 of 3

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For The Year Ended December 31, 2011

GENERAL OPERATING FUND

	Actual	Budget	Variance Over (Under)
CASH RECEIPTS			
Ad Valorem Tax	\$ 361,915	\$ 382,803	\$ (20,888)
Delinquent Tax	27,539	2,500	25,039
Motor Vehicle Tax	69,684	72,768	(3,084)
Recreational Vehicle Tax	814	886	(72)
16/20M Vehicle Tax	902	849	53
Excise Tax	44	-	44
Intangibles Tax	33,161	29,421	3,740
Highway Connecting Links	9,528	9,500	28
Local Alcoholic Liquor Tax	6,504	8,000	(1,496)
Franchise Tax	154,935	165,000	(10,065)
Licenses & Permits	2,775	2,500	275
Services	2,696	2,000	696
Fines	4,539	5,000	(461)
Key Deposits	1,075	500	575
Vehicle Identification Number Receipts	3,299	1,500	1,799
Interest on Idle Funds	3,259	7,500	(4,241)
Swimming Pool & Park Concessions	12,557	9,500	3,057
Rents	700	1,000	(300)
Reimbursements	88,038	82,500	5,538
Miscellaneous Receipts	1,189	15,000	(13,811)
Fire Department Receipts	21,966	14,000	7,966
Local Grants/Donations	1,815	5,000	(3,185)
Sale of Property	6,178	2,000	4,178
Transportation Fares	3,882	1,000	2,882
Neighborhood Revitalization Rebate	-	2,000	(2,000)
Incoming Transfers			
Bond & Interest Fund	2,633	-	2,633
Waste Disposal Fund	25,000	25,000	-
Total Cash Receipts	846,627	\$ 847,727	\$ (1,100)
EXPENDITURES			
General Government			
Personal Services	186,332	\$ 195,000	\$ (8,668)
Contractual Services	96,120	133,100	(36,980)
Commodities	80,303	57,250	23,053
Capital Outlay	34,847	46,000	(11,153)
Total General Government	397,602	431,350	(33,748)

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-1
Page 2 of 3

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For The Year Ended December 31, 2011

GENERAL OPERATING FUND (Cont.)

	Actual	Budget	Variance Over (Under)
Municipal Court & Police Department			
Personal Services	\$ 97,304	\$ 95,550	\$ 1,754
Contractual Services	17,666	26,250	(8,584)
Commodities	21,979	17,000	4,979
Capital Outlay	12,684	11,000	1,684
	<u>149,633</u>	<u>149,800</u>	<u>(167)</u>
Total Municipal Court & Police Department			
	<u>149,633</u>	<u>149,800</u>	<u>(167)</u>
Fire Department			
Contractual Services	24,078	35,500	(11,422)
Commodities	3,058	11,000	(7,942)
Capital Outlay	15,865	22,000	(6,135)
	<u>43,001</u>	<u>68,500</u>	<u>(25,499)</u>
Total Fire Department			
	<u>43,001</u>	<u>68,500</u>	<u>(25,499)</u>
Street Department			
Personal Services	90,872	72,800	18,072
Contractual Services	10,730	13,250	(2,520)
Commodities	65,126	57,700	7,426
Capital Outlay	14,134	18,634	(4,500)
	<u>180,862</u>	<u>162,384</u>	<u>18,478</u>
Total Street Department			
	<u>180,862</u>	<u>162,384</u>	<u>18,478</u>
Park Department			
Personal Services	774	500	274
Contractual Services	3,816	5,650	(1,834)
Commodities	973	3,000	(2,027)
Capital Outlay	-	3,000	(3,000)
	<u>5,563</u>	<u>12,150</u>	<u>(6,587)</u>
Total Park Department			
	<u>5,563</u>	<u>12,150</u>	<u>(6,587)</u>

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-1
Page 3 of 3

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For The Year Ended December 31, 2011

GENERAL OPERATING FUND (Cont.)

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
Swimming Pool			
Personal Services	\$ 29,494	\$ 31,250	\$ (1,756)
Contractual Services	4,631	7,400	(2,769)
Commodities	9,807	7,400	2,407
Capital Outlay	<u>276</u>	<u>4,000</u>	<u>(3,724)</u>
Total Swimming Pool	<u>44,208</u>	<u>50,050</u>	<u>(5,842)</u>
Street Lighting			
Contractual Services	<u>30,785</u>	<u>36,750</u>	<u>(5,965)</u>
Audit & Accounting			
Contractual Services	<u>16,400</u>	<u>5,500</u>	<u>10,900</u>
Other Expenditures			
Miscellaneous Expenditures	<u>-</u>	<u>40,000</u>	<u>(40,000)</u>
Total Expenditures	<u>868,054</u>	<u>\$ 956,484</u>	<u>\$ (88,430)</u>
Cash Receipts Over (Under) Expenditures	(21,427)		
UNENCUMBERED CASH, January 1, 2011	<u>53,202</u>		
UNENCUMBERED CASH, December 31, 2011	<u><u>\$ 31,775</u></u>		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-2

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For The Year Ended December 31, 2011

INDUSTRIAL DEVELOPMENT FUND

	Actual	Budget	Variance Over (Under)
CASH RECEIPTS			
Ad Valorem Tax	\$ 6,186	\$ 6,542	\$ (356)
Delinquent Tax	523	42	481
Motor Vehicle Tax	1,333	1,382	(49)
Recreational Vehicle Tax	16	17	(1)
16/20M Vehicle Tax	18	16	2
Excise Tax	1	-	1
	<u>8,077</u>	<u>7,999</u>	<u>78</u>
Total Cash Receipts			
EXPENDITURES			
Allocations	7,000	\$ 27,500	\$ (20,500)
Reimbursed Expenditures	-	4,750	(4,750)
Miscellaneous Expenditures	-	527	(527)
	<u>7,000</u>	<u>32,777</u>	<u>(25,777)</u>
Total Expenditures			
Cash Receipts Over (Under) Expenditures	1,077		
UNENCUMBERED CASH, January 1, 2011	<u>25,467</u>		
UNENCUMBERED CASH, December 31, 2011	<u>\$ 26,544</u>		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-3

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For The Year Ended December 31, 2011

LIBRARY FUND

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
CASH RECEIPTS			
Ad Valorem Tax	\$ 40,205	\$ 42,522	\$ (2,317)
Delinquent Tax	3,387	400	2,987
Motor Vehicle Tax	8,664	8,984	(320)
Recreational Vehicle Tax	101	110	(9)
16/20M Vehicle Tax	116	105	11
Excise Tax	<u>5</u>	<u>-</u>	<u>5</u>
Total Cash Receipts	<u>52,478</u>	<u>\$ 52,121</u>	<u>\$ 357</u>
EXPENDITURES			
Personal Services	44,940	\$ 44,850	\$ 90
Contractual Services	4,791	7,550	(2,759)
Appropriation to Library Board	<u>2,311</u>	<u>1,638</u>	<u>673</u>
Total Expenditures	<u>52,042</u>	<u>\$ 54,038</u>	<u>\$ (1,996)</u>
Cash Receipts Over (Under) Expenditures	436		
UNENCUMBERED CASH, January 1, 2011	<u>2,064</u>		
UNENCUMBERED CASH, December 31, 2011	<u>\$ 2,500</u>		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-4

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For The Year Ended December 31, 2011

RECREATION FUND

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
CASH RECEIPTS			
Ad Valorem Tax	\$ 18,632	\$ 19,626	\$ (994)
Delinquent Tax	1,540	100	1,440
Motor Vehicle Tax	3,998	4,146	(148)
Recreational Vehicle Tax	47	51	(4)
16/20M Vehicle Tax	53	48	5
Excise Tax	3	-	3
Miscellaneous Receipts	<u>-</u>	<u>300</u>	<u>(300)</u>
 Total Cash Receipts	 <u>24,273</u>	 <u><u>\$ 24,271</u></u>	 <u><u>\$ 2</u></u>
 EXPENDITURES			
Personal Services	6,320	\$ 9,000	\$ (2,680)
Contractual Services	271	300	(29)
Capital Outlay	-	1,000	(1,000)
Appropriation to Recreation Commission	<u>17,502</u>	<u>15,488</u>	<u>2,014</u>
 Total Expenditures	 <u>24,093</u>	 <u><u>\$ 25,788</u></u>	 <u><u>\$ (1,695)</u></u>
 Cash Receipts Over (Under) Expenditures	 180		
 UNENCUMBERED CASH, January 1, 2011	 <u>-</u>		
 UNENCUMBERED CASH, December 31, 2011	 <u><u>\$ 180</u></u>		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-5

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For The Year Ended December 31, 2011

SPECIAL STREET AND HIGHWAY FUND

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
CASH RECEIPTS			
Special Highway Tax	\$ 42,408	\$ 45,000	\$ (2,592)
EXPENDITURES			
Personal Services	-	\$ 22,000	\$ (22,000)
Contractual Services	-	3,000	(3,000)
Commodities	34,734	46,500	(11,766)
Capital Outlay	9,940	5,618	4,322
Total Expenditures	44,674	\$ 77,118	\$ (32,444)
Cash Receipts Over (Under) Expenditures	(2,266)		
UNENCUMBERED CASH, January 1, 2011	18,645		
UNENCUMBERED CASH, December 31, 2011	\$ 16,379		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-6

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For The Year Ended December 31, 2011

SPECIAL PARKS AND RECREATION FUND

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
CASH RECEIPTS			
Local Alcoholic Liquor Tax	\$ 6,504	\$ 8,000	\$ (1,496)
EXPENDITURES			
Personal Services	3,177	\$ 8,000	\$ (4,823)
Contractual Services	2,402	7,000	(4,598)
Capital Outlay	-	3,550	(3,550)
Total Expenditures	<u>5,579</u>	<u>\$ 18,550</u>	<u>\$ (12,971)</u>
Cash Receipts Over (Under) Expenditures	925		
UNENCUMBERED CASH, January 1, 2011	<u>14,181</u>		
UNENCUMBERED CASH, December 31, 2011	<u>\$ 15,106</u>		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-7

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For The Year Ended December 31, 2011

EMPLOYEE BENEFIT FUND

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
CASH RECEIPTS			
Ad Valorem Tax	\$ 181,730	\$ 192,218	\$ (10,488)
Delinquent Tax	14,957	1,500	13,457
Motor Vehicle Tax	37,763	40,192	(2,429)
Recreational Vehicle Tax	441	490	(49)
16/20M Vehicle Tax	447	469	(22)
Excise tax	23	-	23
Reimbursements	<u>9,027</u>	<u>9,000</u>	<u>27</u>
 Total Cash Receipts	 <u>244,388</u>	 <u><u>\$ 243,869</u></u>	 <u><u>\$ 519</u></u>
 EXPENDITURES			
Social Security & Medicare Tax	39,900	\$ 62,500	\$ (22,600)
Retirement	33,076	43,000	(9,924)
Workman's Compensation	39,622	55,000	(15,378)
Health Insurance	96,203	150,000	(53,797)
Unemployment Tax	<u>13,636</u>	<u>25,000</u>	<u>(11,364)</u>
 Total Expenditures	 <u>222,437</u>	 <u><u>\$ 335,500</u></u>	 <u><u>\$ (113,063)</u></u>
 Cash Receipts Over (Under) Expenditures	 21,951		
 UNENCUMBERED CASH, January 1, 2011	 <u>137,040</u>		
 UNENCUMBERED CASH, December 31, 2011	 <u><u>\$ 158,991</u></u>		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-8

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For The Year Ended December 31, 2011

EQUIPMENT RESERVE FUND

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
CASH RECEIPTS			
Incoming Transfer			
Waste Disposal Fund	\$ 75,000	\$ 75,000	\$ -
Water Fund	<u>-</u>	<u>25,000</u>	<u>(25,000)</u>
Total Cash Receipts	<u>75,000</u>	<u><u>\$ 100,000</u></u>	<u><u>\$ (25,000)</u></u>
EXPENDITURES			
Capital Outlay	<u>45,297</u>	<u><u>\$ 239,132</u></u>	<u><u>\$ (193,835)</u></u>
Cash Receipts Over (Under) Expenditures	29,703		
UNENCUMBERED CASH, January 1, 2011	<u>123,532</u>		
UNENCUMBERED CASH, December 31, 2011	<u><u>\$ 153,235</u></u>		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-9

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For The Year Ended December 31, 2011

ECONOMIC DEVELOPMENT FUND

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
CASH RECEIPTS			
Sales Tax	\$ 122,802	\$ 110,000	\$ 12,802
Compensating Use Tax	12,017	10,000	2,017
Miscellaneous Receipts	520	2,000	(1,480)
Reimbursements	-	1,000	(1,000)
Donations	<u>765</u>	<u>1,500</u>	<u>(735)</u>
Total Cash Receipts	<u>136,104</u>	<u>\$ 124,500</u>	<u>\$ 11,604</u>
EXPENDITURES			
Personal Services	34,872	\$ 36,000	\$ (1,128)
Contractual Services	36,897	65,500	(28,603)
Commodities	1,230	8,000	(6,770)
Capital Outlay	2,323	-	2,323
Miscellaneous Expenditures	-	5,232	(5,232)
Outgoing Transfer			
Economic Development Revolving Loan Fund	<u>-</u>	<u>60,000</u>	<u>(60,000)</u>
Total Expenditures	<u>75,322</u>	<u>\$ 174,732</u>	<u>\$ (99,410)</u>
Cash Receipts Over (Under) Expenditures	60,782		
UNENCUMBERED CASH, January 1, 2011	<u>117,319</u>		
UNENCUMBERED CASH, December 31, 2011	<u>\$ 178,101</u>		

**CITY OF SMITH CENTER
Smith Center, Kansas**

Schedule 2-10

**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For The Year Ended December 31, 2011**

GOLF COURSE DONATION FUND

	<u>Actual</u>
CASH RECEIPTS	
Donations	\$ 3,084
Local Grants	<u> 5,188</u>
Total Cash Receipts	<u> 8,272</u>
EXPENDITURES	
Contractual	450
Capital Outlay	<u> 1,400</u>
Total Expenditures	<u> 1,850</u>
Cash Receipts Over (Under) Expenditures	6,422
UNENCUMBERED CASH, January 1, 2011	<u> 4,740</u>
UNENCUMBERED CASH, December 31, 2011	<u><u> \$ 11,162</u></u>

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-11

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For The Year Ended December 31, 2011

PLAYGROUND EQUIPMENT FUND

	<u>Actual</u>
CASH RECEIPTS	<u>\$ -</u>
EXPENDITURES	
Capital Outlay	<u>-</u>
Cash Receipts Over (Under) Expenditures	-
UNENCUMBERED CASH, January 1, 2011	<u>2,833</u>
UNENCUMBERED CASH, December 31, 2011	<u><u>\$ 2,833</u></u>

**CITY OF SMITH CENTER
Smith Center, Kansas**

Schedule 2-12

**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For The Year Ended December 31, 2011**

AIRPORT GRANT FUND

	<u>Actual</u>
CASH RECEIPTS	
Federal Grant	\$ 240,955
State Grant	<u>60,838</u>
Total Cash Receipts	<u>301,793</u>
EXPENDITURES	
Contractual Services	86,987
Capital Outlay	<u>751,480</u>
Total Expenditures	<u>838,467</u>
Cash Receipts Over (Under) Expenditures	(536,674)
UNENCUMBERED CASH, January 1, 2011	(288,402)
Prior Year Cancelled Encumbrances	<u>1,540</u>
UNENCUMBERED CASH, December 31, 2011	<u><u>\$ (823,536) *</u></u>

* See Note 5 (Cash Basis Exception)

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-13

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For The Year Ended December 31, 2011

BOND AND INTEREST FUND

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
CASH RECEIPTS			
Delinquent Tax	\$ 359	\$ -	\$ 359
Motor Vehicle Tax	2,097	-	2,097
Recreational Vehicle Tax	25	-	25
16/20M Vehicle Tax	149	-	149
Excise Tax	<u>3</u>	<u>-</u>	<u>3</u>
 Total Cash Receipts	 <u>2,633</u>	 <u>\$ -</u>	 <u>\$ 2,633</u>
 EXPENDITURES			
Outgoing Transfer			
General Operating Fund	<u>2,633</u>	<u>\$ 13,350</u>	<u>\$ (10,717)</u>
 Cash Receipts Over (Under) Expenditures	 -		
 UNENCUMBERED CASH, January 1, 2011	 <u>-</u>		
 UNENCUMBERED CASH, December 31, 2011	 <u>\$ -</u>		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-14

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For The Year Ended December 31, 2011

WATER FUND

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
CASH RECEIPTS			
Water Department			
Water Sales	\$ 298,749	\$ 275,000	\$ 23,749
Petty Cash	1,426	1,500	(74)
Miscellaneous Receipts	840	6,500	(5,660)
Reimbursements	6,302	4,000	2,302
Installation Charges	2,310	2,250	60
Interest on Idle Funds	6,169	5,000	1,169
Improvements	58,130	58,000	130
	<u>373,926</u>	<u>\$ 352,250</u>	<u>\$ 21,676</u>
EXPENDITURES			
Production			
Contractual Services	27,280	\$ 32,650	\$ (5,370)
Commodities	2,073	2,750	(677)
Capital Outlay	-	1,500	(1,500)
	<u>29,353</u>	<u>36,900</u>	<u>(7,547)</u>
Transmission & Distribution			
Personal Services	88,758	89,000	(242)
Contractual Services	8,304	21,000	(12,696)
Commodities	37,489	38,500	(1,011)
Capital Outlay	3,912	3,500	412
	<u>138,463</u>	<u>152,000</u>	<u>(13,537)</u>

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-14

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For The Year Ended December 31, 2011

WATER FUND (Cont.)

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
EXPENDITURES (Cont.)			
Administration & General			
Personal Services	\$ 34,269	\$ 36,546	\$ (2,277)
Contractual Services	110,675	102,700	7,975
Commodities	1,464	2,550	(1,086)
Capital Outlay	<u>2,620</u>	<u>4,000</u>	<u>(1,380)</u>
Total Administration & General	<u>149,028</u>	<u>145,796</u>	<u>3,232</u>
Other Expenditures			
Postage	354	1,250	(896)
Miscellaneous Expenditures	2,087	2,000	87
Key Returns	<u>500</u>	<u>400</u>	<u>100</u>
Total Other Expenditures	<u>2,941</u>	<u>3,650</u>	<u>(709)</u>
Miscellaneous	<u>-</u>	<u>10,000</u>	<u>(10,000)</u>
Outgoing Transfer			
Water Improvement Fund	<u>58,130</u>	<u>58,000</u>	<u>130</u>
Total Expenditures	<u>377,915</u>	<u>\$ 406,346</u>	<u>\$ (28,431)</u>
Cash Receipts Over (Under) Expenditures	(3,989)		
UNENCUMBERED CASH, January 1, 2011	<u>66,762</u>		
UNENCUMBERED CASH, December 31, 2011	<u>\$ 62,773</u>		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-15

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For The Year Ended December 31, 2011

WATER IMPROVEMENT FUND

	<u>Actual</u>
CASH RECEIPTS	
Incoming Transfer	
Water Fund	<u>\$ 58,130</u>
EXPENDITURES	
Contractual Services	<u> 19,176</u>
Cash Receipts Over (Under) Expenditures	38,954
UNENCUMBERED CASH, January 1, 2011	<u> 190,763</u>
UNENCUMBERED CASH, December 31, 2011	<u><u> \$ 229,717</u></u>

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-16

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For The Year Ended December 31, 2011

AIRPORT FUND

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
CASH RECEIPTS			
Hanger Rent	\$ 11,910	\$ 11,000	\$ 910
Farm Ground Rent	5,320	9,000	(3,680)
Miscellaneous Receipts	497	2,500	(2,003)
Fuel Sales	89,694	54,000	35,694
County Allocation	1,988	1,650	338
Federal Grant	<u>157</u>	<u>30,000</u>	<u>(29,843)</u>
Total Cash Receipts	<u>109,566</u>	<u>\$ 108,150</u>	<u>\$ 1,416</u>
EXPENDITURES			
Contractual Services	58,875	\$ 55,200	\$ 3,675
Commodities	54,844	46,500	8,344
Capital Outlay	<u>6,749</u>	<u>38,564</u>	<u>(31,815)</u>
Total Expenditures	<u>120,468</u>	<u>\$ 140,264</u>	<u>\$ (19,796)</u>
Cash Receipts Over (Under) Expenditures	(10,902)		
UNENCUMBERED CASH, January 1, 2011	10,644		
Prior Year Cancelled Encumbrances	<u>2,959</u>		
UNENCUMBERED CASH, December 31, 2011	<u>\$ 2,701</u>		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-17

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For The Year Ended December 31, 2011

GOLF COURSE FUND

	Actual	Budget	Variance Over (Under)
CASH RECEIPTS			
Dues	\$ 28,010	\$ 31,000	\$ (2,990)
Cart Shed Rent	8,450	8,000	450
Green Fees	5,501	7,000	(1,499)
Tournaments	6,425	6,000	425
Range Fees	1,165	1,500	(335)
School Fees	1,800	1,800	-
Cart Rent	885	1,500	(615)
Donations & Nonfederal Grants	300	-	300
Miscellaneous Receipts	338	25	313
Interest on Idle Funds	178	500	(322)
Pop Machine	-	30	(30)
Clubhouse Rent	400	200	200
	<u>53,452</u>	<u>\$ 57,555</u>	<u>\$ (4,103)</u>
EXPENDITURES			
Personal Services	15,681	\$ 18,000	\$ (2,319)
Contractual Services	9,814	16,000	(6,186)
Commodities	26,275	21,500	4,775
Capital Outlay	794	7,000	(6,206)
Miscellaneous Expenditures	-	1,452	(1,452)
	<u>52,564</u>	<u>\$ 63,952</u>	<u>\$ (11,388)</u>
Cash Receipts Over (Under) Expenditures	888		
UNENCUMBERED CASH, January 1, 2011	<u>440</u>		
UNENCUMBERED CASH, December 31, 2011	<u>\$ 1,328</u>		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-18

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For The Year Ended December 31, 2011

WASTE DISPOSAL FUND

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
CASH RECEIPTS			
Waste Disposal Receipts	\$ 326,064	\$ 325,000	\$ 1,064
Miscellaneous	<u>844</u>	<u>1,000</u>	<u>(156)</u>
Total Cash Receipts	<u>326,908</u>	<u>\$ 326,000</u>	<u>\$ 908</u>
EXPENDITURES			
Personal Services	31,350	\$ 37,500	\$ (6,150)
Contractual Services	37,164	52,500	(15,336)
Commodities	9,169	15,000	(5,831)
Capital Outlay	29,138	30,000	(862)
Debt Service			
Principal	68,317	63,318	4,999
Interest	37,437	37,437	-
Service Fee	3,628	3,628	-
Reserves	-	251,730	(251,730)
Miscellaneous Expenditures	-	2,000	(2,000)
Outgoing Transfers			
General Operating Fund	25,000	25,000	-
Equipment Reserve Fund	<u>75,000</u>	<u>75,000</u>	<u>-</u>
Total Expenditures	<u>316,203</u>	<u>\$ 593,113</u>	<u>\$ (276,910)</u>
Cash Receipts Over (Under) Expenditures	10,705		
UNENCUMBERED CASH, January 1, 2011	<u>427,419</u>		
UNENCUMBERED CASH, December 31, 2011	<u>\$ 438,124</u>		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-19

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For The Year Ended December 31, 2011

REVOLVING LOAN GRANT FUND

	<u>Actual</u>
CASH RECEIPTS	
Loan Principal & Interest Received	\$ 29,134
Interest on Idle Funds	<u> 437</u>
Total Cash Receipts	<u> 29,571</u>
EXPENDITURES	<u> -</u>
Cash Receipts Over (Under) Expenditures	29,571
UNENCUMBERED CASH, January 1, 2011	<u> 164,172</u>
UNENCUMBERED CASH, December 31, 2011	<u><u> \$ 193,743</u></u>

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-20

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For The Year Ended December 31, 2011

ECONOMIC DEVELOPMENT REVOLVING LOAN FUND

	<u>Actual</u>
CASH RECEIPTS	
Loan Principal & Interest Received	\$ 54,114
Interest on Idle Funds	166
Reimbursements	<u>203</u>
Total Cash Receipts	<u>54,483</u>
EXPENDITURES	
Loan to Applicants	74,000
Bank Fees	<u>203</u>
Total Expenditures	<u>74,203</u>
Cash Receipts Over (Under) Expenditures	(19,720)
UNENCUMBERED CASH, January 1, 2011	<u>59,570</u>
UNENCUMBERED CASH, December 31, 2011	<u><u>\$ 39,850</u></u>

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 3

SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS
For The Year Ended December 31, 2011

AGENCY FUNDS

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Ending Cash Balance</u>
Payroll Clearing Fund	<u>\$ 8,532</u>	<u>\$ 193,941</u>	<u>\$ 190,368</u>	<u>\$ 12,105</u>